

## Message Text

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ORIGIN XMB-04

INFO OCT-01 AF-06 EUR-12 ISO-00 AID-05 CIAE-00 COME-00

EB-07 FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 OPIC-03

SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 /063 R

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AF/C:MGALLAGHER

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FM SECSTATE WASHDC

TO AMEMBASSY KINSHASA

AMEMBASSY LONDON

AMCONSUL LUBUMBASHI

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E.O. 11652: NA

TAGS: EGEN

SUBJECT: VISIT OF EXIMBANK TEAM TO REVIEW ELECTRIC POWER AND  
COPPER PROJECTS

1. A SUBSTANTIAL SHARE OF EXIMBANK EXPOSURE IN ZAIRE, ABOUT  
\$385 MILLION OUT OF \$500 MILLION, RELATES TO DIRECT CREDITS AND  
FINANCIAL GUARANTEES FOR INGA II HYDROELECTRIC PROJECT, INGA-  
SHABA TRANSMISSION LINE, AND SOCIETE MINIERE DE TENKE-FUNGURUME  
(SMTF) COPPER PROJECT. EXIM INFORMED BY MORRISON-KNUDSEN OF  
SUBSTANTIAL COST OVER-RUNS ON INGA-SHABA LINE, INCLUDING A U.S.  
COST OVER-RUN OF \$87 MILLION, AND THAT AN APPLICATION FROM SNEL  
FOR FINANCING THIS AMOUNT BEING PREPARED. IN ADDITION, SIGNING  
OF SMTF CREDIT AND OTHER RELATED AGREEMENTS EXPECTED AROUND  
NOVEMBER 20 AND EXIM MUST DECIDE WHETHER TO DISBURSE IN LIGHT  
GOZ PAYMENT ARREARS ON VIRTUALLY ALL OTHER EXIM CREDITS. AS  
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RESULT, EXIM HAS CONCLUDED REASSESSMENT OF POWER-COPPER PROJECTS

NECESSARY AND HAS DESIGNATED LOAN OFFICER JOHN LENTZ AND ENGINEER CHARLES WAGNER TO UNDERTAKE STUDY.

2. FOR LONDON: TEAM WILL ARRIVE LONDON OCTOBER 29 PASS FLIGHT  
106. EXIM WOULD APPRECIATE AMEMBASSY LONDON RESERVING TWO SINGLES  
AT BRITANNIA FOR NIGHTS OCTOBER 29-31. APPOINTMENTS WITH SMTF  
CHAIRMAN IN LONDON, ECGD, AND CHASE MANHATTAN BANK BEING  
ARRANGED SEPARATELY.

3. FOR KINSHASA: TEAM WILL ARRIVE KINSHASA NOV 2 SABENA  
FLIGHT 329. TEAM WOULD APPRECIATE INITIAL MEETING WITH GOZ  
TO DISCUSS STATUS EXIM CREDITS FOLLOWED BY SESSIONS WITH SNEL  
AND CIS TO REVIEW STATUS CONSTRUCTION AT INGA SITE, FINANCING  
FOR INGA II PHASE I, PROGRESS ON INGA-SHABA TRANSMISSION LINE,  
AND RELATED DISTRIBUTION NETWORK IN SHABA. EXIM CONCERNED  
ABOUT DELAY IN DISTRIBUTION PROJECT APPARENTLY CASUED BY NON

PAYMENT 5 PERCENT DEPOSIT TO EUROPEAN CONTRACTORS. IT WOULD BE  
HELPFUL IF SNEL COULD PROVIDE LATEST LOAD GROWTH ESTIMATES FOR  
KINSHASA AREA AND COPPERBELT AS WELL AS INDICATION HOW CASH  
PAYMENT ON U.S. COST OVER-RUN AND ENTIRE LOCAL COST OVER-RUN  
ON INGA-SHABA LINE TO BS FINANCED.

4. FOR LUBUMBASHI: TEAM SCHEDULED ARRIVE LUBUMBASHI NOV 5  
AIR ZAIRE FLIGHT 011 AND WOULD APPRECIATE AMCONSUL ARRANGING  
MEETINGS WITH LOCAL SMTF, SNEL, AND GECAMINES OFFICIALS TO  
DISCUSS STATUS SMTF COPPER PROJECT, SNEL PROJECTS IN AREA  
INCLUDING POWER INTERCHANGE WITH ZAMBIA, AND GECAMINES EXPANSION  
PROGRAM PARTIALLY FINANCED BY IBRD. TEAM INTENDS DEPART  
LUBUMBASHI NOV 7 AIR ZAIRE FLIGHT 010.

5. TEAM WILL DEPART KINSHASA NOV. 9 PAA FLIGHT 189. WOULD  
APPRECIATE AMEMBASSY KINSHASA AND AMCONSUL LUBUMBASHI ARRANGING  
SINGLE ROOM HOTEL ACCOMODATION FOR ABOVE SCHEDULE. EXIM  
INFORMED LEON TEMPLESMAN HAS OFFERED ASSISTANCE OF LARRY DEVLIN  
IN ARRANGING MEETINGS. INGERSOLL

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## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COPPER, BUSINESSMEN, PROGRAMS (PROJECTS), VISITS, DEVELOPMENT BANKS, ELECTRIC POWER PLANTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 17 OCT 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** KelleyW0  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
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**Document Unique ID:** 00  
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**Film Number:** D750362-0457  
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**Handling Restrictions:** n/a  
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**Original Handling Restrictions:** n/a  
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**Previous Handling Restrictions:** n/a  
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**Status:** NATIVE  
**Subject:** VISIT OF EXIMBANK TEAM TO REVIEW ELECTRIC POWER AND COPPER PROJECTS  
**TAGS:** EGEN, ENRG, CG, XMB  
**To:** KINSHASA LUBUMBASHI  
**Type:** TE  
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